| SEC Form 4 |  |
|------------|--|
|------------|--|

## FORM 4

## UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

| Instruction 1(b). |  | Check this box if no longer subject to<br>Section 16. Form 4 or Form 5<br>obligations may continue. See<br>Instruction 1(b). |
|-------------------|--|--|
|-------------------|--|--|

## STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

| OMB APPROVAL             |           |  |  |  |  |  |  |  |
|--------------------------|-----------|--|--|--|--|--|--|--|
| OMB Number:              | 3235-0287 |  |  |  |  |  |  |  |
| Estimated average burden |           |  |  |  |  |  |  |  |
| hours per response:      | 0.5       |  |  |  |  |  |  |  |

| 1. Name and Address of Reporting Person*  |   |  |                                    |       | 2. Issuer Name <b>and</b> Ticker or Trading Symbol<br>H&R BLOCK INC [ HRB ] |       |                    |                              |   |       |   |   | 5. Relationship of Reporting Person(s) to Issuer (Check all applicable) |   |  |  |   |  |  |
|---|---|--|------------------------------------|-------|---|-------|--------------------|------------------------------|---|-------|---|---|---|---|--|--|---|--|--|
| ECTON DONNA R   |   |  |                                    |       |   |       |                    |                              |   |       |   |   |   | X Director<br>Officer (give title                           |  |  |   | wner<br>specify  |  |
| (Last) (First) (Middle)<br>4400 MAIN STREET   |   |  |                                    |       | 3. Date of Earliest Transaction (Month/Day/Year)<br>07/03/2006              |       |                    |                              |   |       |   |   |   | Officer (give title Other (specify below) below)            |  |  |   |  |  |
| ,   |   |  |                                    |       | _ 4. li   | f Ame | endmer             | it, Date                     | e of Original   | Filed | l (Month/D                                    | ay/Year)  |   | 6. Individual or Joint/Group Filing (Check Applicable Line) |  |  |   |  | plicable   |
| (Street)<br>KANSAS CITY MO 64111  |   |  |                                    |       |   |       |                    |                              |   |       |   | X Form filed by One Reporting Person<br>Form filed by More than One Reporting           |   |   |  |  |   |  |  |
| (City) (State) (Zip)  |   |  |                                    |       |   |       |                    |                              |   |       |   |   | Person  |   |  |  |   |  |  |
| Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned  |   |  |                                    |       |   |       |                    |                              |   |       |   |   |   |   |  |  |   |  |  |
| Date  |   |  | 2. Trans<br>Date<br>(Month/        |       | Execution D   |       |                    | Date, Transacti<br>Code (Ins |   |       | rities Acquired (A)<br>ed Of (D) (Instr. 3, 4 |   | 4 and Secur<br>Benef  |   | es<br>ally<br>Following                            | 6. Ownership<br>Form: Direct<br>(D) or Indirect<br>(I) (Instr. 4)  |   | 7. Nature<br>of Indirect<br>Beneficial<br>Ownership<br>(Instr. 4)        |  |
|   |   |  |                                    |       |   |       |                    |                              | Code  | v     | Amount  | (A) o<br>(D)  | r Prie  | ce  | Transac<br>(Instr. 3                               | ction(s)   |   |  | (instr. 4)   |
| Common  | Stock, with   | nout par value                             |                                    | 07/03 | 3/2006  | 5     |                    |                              | J <sup>(1)</sup>  |       | 2.475   | 4 A   | \$2   | 3.94  | 26,59  | 4.5604   |   | D  |  |
| Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned<br>(e.g., puts, calls, warrants, options, convertible securities) |   |  |                                    |       |   |       |                    |                              |   |       |   |   |   |   |  |  |   |  |  |
| 1. Title of<br>Derivative<br>Security<br>(Instr. 3)   | 2.<br>Conversion<br>or Exercise<br>Price of<br>Derivative<br>Security | 3. Transaction<br>Date<br>(Month/Day/Year) | Saction 3A. Deemed Execution Date, |       | 4.<br>Transaction<br>Code (Instr.<br>8)                                     |       | 5. Number<br>on of |                              | 6. Date Exercisable ar<br>Expiration Date<br>(Month/Day/Year) |       | able and                                      | 7. Title and Amo<br>of Securities<br>Underlying<br>Derivative Secur<br>(Instr. 3 and 4) |   | unt 8   | 8. Price of<br>Derivative<br>Security<br>Instr. 5) | 9. Number of<br>derivative<br>Securities<br>Beneficially<br>Owned<br>Following<br>Reported<br>Transaction(s)<br>(Instr. 4) |   | 10.<br>Ownership<br>Form:<br>Direct (D)<br>or Indirect<br>(I) (Instr. 4) | 11. Nature<br>of Indirect<br>Beneficial<br>Ownership<br>(Instr. 4) |
|   |   |  |                                    |       | Code  | v     | (A)                | (D)                          | Date<br>Exercisab   |       | xpiration<br>ate                              | Title   | Amou<br>or<br>Numb<br>of<br>Share                                       | oer   |  |  |   |  |  |
| Call<br>Option to<br>Purchase   | \$8.0625  |  |                                    |       |   |       |                    |                              | 06/30/199   | 8 0   | 6/30/2007                                     | Common<br>Stock,<br>without<br>par value  | 8,00  | 00  |  | 8,000  |   | D  |  |
| Call<br>Option to<br>Purchase   | \$10.5313   |  |                                    |       |   |       |                    |                              | 06/30/199   | 9 0   | 6/30/2008                                     | Common<br>Stock,<br>without<br>par value  | 8,00  | 00  |  | 8,000  |   | D  |  |
| Call<br>Option to<br>Purchase   | \$12.5  |  |                                    |       |   |       |                    |                              | 06/30/200   | 0 0   | 6/30/2009                                     | Common<br>Stock,<br>without<br>par value  | 12,0  | 00  |  | 12,000   | ) | D  |  |
| Call<br>Option to<br>Purchase   | \$8.0938  |  |                                    |       |   |       |                    |                              | 06/30/200   | 1 0   | 6/30/2010                                     | Common<br>Stock,<br>without<br>par value  | 12,0  | 00  |  | 12,000   | ) | D  |  |
| Call<br>Option to<br>Purchase   | \$16.1375   |  |                                    |       |   |       |                    |                              | 06/30/200   | 2 0   | 6/30/2011                                     | Common<br>Stock,<br>without<br>par value  | 12,0  | 00  |  | 12,000   | ) | D  |  |
| Call<br>Option to<br>Purchase   | \$23.075  |  |                                    |       |   |       |                    |                              | 06/30/200   | 3 0   | 6/30/2012                                     | Common<br>Stock,<br>without<br>par value  | 8,00  | 00  |  | 8,000  |   | D  |  |
| Call<br>Option to<br>Purchase   | \$21.625  |  |                                    |       |   |       |                    |                              | 06/30/200   | 4 0   | 6/30/2013                                     | Common<br>Stock,<br>without<br>par value  | 8,00  | 00  |  | 8,000  |   | D  |  |
| Call<br>Option to<br>Purchase   | \$23.84   |  |                                    |       |   |       |                    |                              | 06/30/200   | 4 0   | 6/30/2014                                     | Common<br>Stock,<br>without<br>par value  | 8,00  | 00  |  | 8,000  |   | D  |  |
| Call<br>Option to<br>Purchase   | \$29.175  |  |                                    |       |   |       |                    |                              | 06/30/200   | 5 0   | 6/30/2015                                     | Common<br>Stock,<br>without<br>par value  | 8,00  | 00  |  | 8,000  |   | D  |  |
| Call<br>Option to<br>Purchase   | \$23.86   |  |                                    |       |   |       |                    |                              | 06/30/200   | 6 0   | 6/30/2016                                     | Common<br>Stock,<br>without<br>par value  | 8,00  | 00  |  | 8,000  |   | D  |  |

Explanation of Responses:

1. Units acquired through dividend reinvestment under the H&R Block Deferred Compensation Plan for Directors. Each unit has the value of one share of Common Stock.

**Remarks:** 

By: Andrew J. Somora per Power of Attorney

07/06/2006

\*\* Signature of Reporting Person Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

\* If the form is filed by more than one reporting person, see Instruction 4 (b)(v).

\*\* Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.